



State of Tennessee

Health Services and Development Agency

Frost Building, 3rd Floor, 161 Rosa L. Parks Boulevard, Nashville, TN 37243

www.tn.gov/hsda

Phone: 615-741-2364

Fax: 615-741-9884

REVISED 8/21/2013

AGENDA

Legislative Plaza

Room 12

Sixth Avenue North & Union Street

Nashville, TN

Wednesday, August 28, 2013

8:30 a.m. CDT

- I. CALL TO ORDER
- II. ROLL CALL – Ten (10) members present: Jordan, Gaither, Mills, Doolittle, Wright, Burns, Flora, Hodge, Haik, Byrd
- III. DIRECTOR'S ANNOUNCEMENTS
- IV. APPROVAL OF MINUTES
- V. STATE HEALTH PLAN UPDATE

A. Update: Jeff Ockerman, Director of Health Planning, Department of Health

CERTIFICATE OF NEED APPLICATIONS

WITHDRAWN	A. Spinal Health Care Associates, P.C., Cordova (Shelby County), TN — CN1212-060 The establishment of a specialty ASTC providing only manipulation under anesthesia (MUA) services in one (1) procedure room in Cordova (Shelby County), TN. The estimated project cost is \$472,667. DEFERRED FROM THE MAY MEETING
APPROVED Motion: Ms. Burns 2 nd : Mr. Doolittle 10-0-0	B. Blount Memorial Hospital, Alcoa (Blount County), TN — CN1305-015 The relocation and upgrade of an existing outpatient MRI unit from Blount Memorial Springbrook Health Center located at 220 Associates Blvd, Alcoa (Blount County), TN to Blount Memorial's East TN Medical Group site at 266 Joule Street, Alcoa (Blount County), TN 37701. If approved, the applicant will discontinue MRI services at the Blount Memorial Springbrook Health Center location. The estimated project cost is \$2,214,216.
APPROVED Motion: Ms. Jordan 2 nd : Ms. Burns 10-0-0	C. Cookeville Regional Medical Center, Cookeville (Putnam County), TN — CN1305-016 The modification to existing hospital costing in excess of \$5 million. The project includes the renovation and expansion of the Central Sterile Supply Department as well as the replacement of equipment within the Central Sterile Supply Department, and the relocation and expansion of the Pharmacy Department. The hospital is located at 1 Medical Center Boulevard, Cookeville (Putnam County), TN 38501. The estimated project cost is \$11,547,625.

APPROVED Motion: Ms. Jordan 2 nd : Ms. Burns 9-0-1 <i>[Abstained: Gaither]</i>	D. ADC Recovery and Counseling Center, Memphis (Shelby County), TN — CN1305-018 The relocation of an existing non-residential substitution-based treatment center for opiate addiction from 3041 Getwell Road, Suite 101, Memphis (Shelby County), TN 38118 to 4539 Winchester Road, Building B, Suite I, Memphis, TN 38118. The estimated project cost is \$961,168.
APPROVED Motion: Ms. Burns 2 nd : Mr. Doolittle 9-0-1 <i>[Abstained: Gaither]</i>	E. Raleigh Professional Associates, Memphis (Shelby County), TN — CN1305-019 The relocation of an existing non-residential substitution-based treatment center for opiate addiction from its current site at 2960-B Old Austin Peay Highway, Memphis (Shelby County), TN to 2165 Spicer Cove, Suite 9, Memphis (Shelby County), TN 38134. The estimated project cost is \$1,136,905.

VI. GENERAL COUNSEL’S REPORT

WITHDRAWN	A. Agency Determination: MUA Medical Clinic of Knoxville, LLC, CN0811-112A and MUA of Middle Tennessee, LLC, CN1009-045A Agency Staff request for Agency Determination as to whether Manipulation Under Joint Anesthesia (MUJA) is permissible under a CON limited to the provision of Manipulation Under Anesthesia (MUA) services, which are manual surgical procedures with no operative surgical procedures to be performed. DEFERRED FROM THE MAY MEETING
<i>Ms. Burns recused</i> APPROVED 36 month extension from 9/1/13 to 9/1/16 Motion: Ms. Jordan 2 nd : Mr. Mills 8-1-0 <i>[Nay: Hodge]</i>	B. Rosewood Manor, Spring Hill (Maury County), TN — CN0703-021A Request for a twenty-four (24) month extension of the expiration date from September 1, 2013 to September 1, 2015: This project was presented on July 25, 2007 for the replacement and relocation of the existing nursing home from Columbia to Spring Hill, and the addition of thirty (30) Medicare certified skilled nursing beds for an increase in licensed beds from sixty-eight (68) beds to ninety-eight (98) SNF beds with an estimated project cost of \$10,668,976. NHC opposed the additional 30 beds and noted that the opposition would be withdrawn if the additional beds were limited to twelve (12) or less. Two motions were made: Mr. Atchley moved for approval with the condition by NHC, Mr. Jones seconded, the motion failed 4-4; Mr. Lammert moved for approval with no bed increase, Ms. Weaver seconded, motion carried by unanimous vote 8-0.
APPROVED Motion: Mr. Doolittle 2 nd : Dr. Flora 10-0-0	C. University of Tennessee Medical Center, Knoxville (Knox County), TN — CN1005-022A Request for an eighteen (18) month extension of the expiration date from October 1, 2013 to April 1, 2015: This project was approved by unanimous vote on August 25, 2010 for construction of an addition to the existing surgery department to house thirteen (13) new operating rooms (ORs) and renovation of three (3) small ORs for a net addition of ten (10) ORs and one (1) endovascular suite with an estimated project cost of \$18,432,272.
No modification necessary because additional space is to be used for physician offices. New Con will be required if the space is used for hospital services in the future. Motion: Mr. Doolittle 2 nd : Ms. Burns 10-0-0	D. Baptist Memorial Hospital for Women, Memphis (Shelby County), TN — CN1211-058A Request for modification of the CON to include two (2) additional floors of shelled space to be used for physician offices with a projected cost increase of \$3,409,200: This project was approved by unanimous vote on February 27, 2013 for the construction of an Emergency Department dedicated for pediatric patients and the initiation of magnetic resonance imaging (MRI) services with an estimated project cost of \$14,105,241.

<p>No modification necessary Motion: Ms. Burns 2nd: Ms. Jordan 10-0-0</p>	<p>E. Johnson City Medical Center, Johnson City (Washington County), TN — CN1106-021A Update on status of and changes in the project, and if needed modifications of the project: This project was approved by unanimous vote on September 28, 2011 for the renovation and expansion of the current radiation oncology department in the main campus building of Johnson City Medical Center (“JCMC”) with an estimated project cost of \$14,999,924.</p>
<p><i>Ms. Burns recused</i> APPROVED Condition: No owner with 50% interest or greater Motion: Ms. Jordan 2nd: Mr. Doolittle 9-0-0</p>	<p>F. Southern Sports Surgery Center, Hendersonville (Sumner County), TN — CN1204-019A Southern Sports Surgery Center seeks Agency approval for a change of ownership/control to enable Drs. Gautsch and Grutter (currently 50% owners, each) to sell 38% to SurgCenter Development. Per the approved application, they may eventually sell other ownership interests to other physicians (no more than 13.04%).</p> <p>CN1204-019A authorizes Southern Sports Surgery Center to relocate an approved but unimplemented CON for the establishment of an ASTC from 1163 Nashville Pike, Gallatin (Sumner Co.) to 127 Saundersville Road, Suite A, Hendersonville (Sumner Co.). It also expands the designated use of the ASTC to multi-specialty services. The approved project cost is \$3,355,533.00. The expiration date was extended to May 30, 2015 by operation of law, due to the length of the contested case appeal filed by Hendersonville Medical Center; which appeal was voluntarily dismissed.</p>

G. Conflict of Interest & Ex Parte discussion.

H. Contested Case Update.

VII. OTHER BUSINESS

VIII. ADJOURNMENT